RECEIVED

OCT 0 7 2002

SURFACE INSPECTION COMPLIANCE REPORT

DIVISION OF OIL, GAS AND MINING

Date of Inspection: September 10, 2002

5/023/029

Case Serial No.: UTU-070634

Operator: Mike Provstgaard

Project Description: Mining Fluorspar

Legal Description: SE% Sec 21 T. 12 S., R. 12 W.

Field Office: Fillmore

Inspector: Larry Garahana

REFORT NARRATIVE (REFERENCE STIPULATIONS BY NUMBER OR TITLE)

This inspection was conducted in conjunction with Tom Munson of UDOGM, Mike Provstgaard and his partner Steve Mlmnlnm(?), to help determine the areas that Mr. Provstgaard will be responsible for, for his reclamation cost estimate and bond that we are requiring by COB January 21, 2002.

Within Mr. Provstgaards mining claims/notice are areas that have pre-regulation disturbances (some areas possibly historical) that haven't been re-disturbed by Mr. Provstgaard, thus he is not responsible for the reclamation of those areas. Areas that we discussed for reclamation were the large pad that has two ore storage buildings, some bagging/drying equipment, and a large equipment container, the dump along the road that leads over to Brush Resources, and an ore stockpile pad next to the main road below his operation (see map). Other areas that will need to be included in his cost estimate would be reclaiming the existing shaft and the proposed shaft that he plans to begin in the next year or so.

Mr. Provstgaard also stated that he spoke with Juab County and they will supply him with an affidavit that he will give to us with his estimate, stating that the road passing through his operation is a county maintained road and that he will have permission to lock the existing gate entering into his operation. If we do receive said affidavit then we will not hold Mr. Provstgaard responsible for the reclamation of the road.

As far as his operation, Mr. Provstgaard is adhering to the

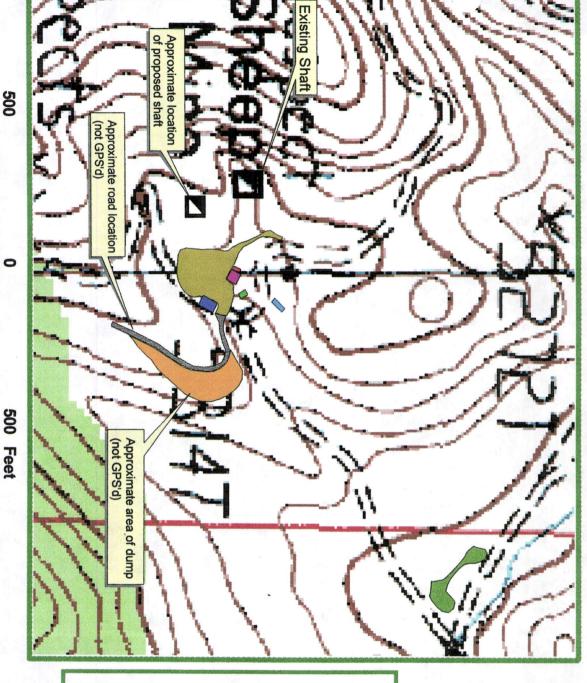
proposed operations within his notice. He is currently removing material from an area on the southwest portion of his disturbance in preparation of developing a new shaft (see map). He is within the scope of his notice and with the communication we have had with him it is clear that he wants to extend this notice and continue to operate under the old regulations. As long as there is no material change to said notice, and he submits the reclamation cost estimate by the deadline, he can continue to operate under said regulations.

At the end of this inspection/meeting I informed Mr. Provstgaard that I would send him a letter recapping what we discussed, along with a map that included the areas I GPS'd. I also told Tom I would send him a copy of the inspection report and map.

Signature of Inspector

Signature of Authorized Officer

PROVSTGAARD UTU-070634







Mine pad Stockpile pad

Trailer (approx)

Container (approx)
Cabin (approx)
Ore Shed (approx) Ore Shed (approx)

Base Map: USGS 7.5 min Quad Location: SE/4 Sec. 21 T. 12 S., R. 12 W. Dugway Range SW Juab Co. Utah

By: L. Garahana Date: October 3, 2002